(latest available) is at Annexure [*See* Appendix CLI, Annexure No. 81]

(c) Bank-wise statement of advances to Agriculture by each of the 28 Public Sector Banks for the years December. 1984, 1985, 1986, 1987 and 1988 is at Annexure [*See* Appendix CLI, Annexure No. 82]

Frauds committed in banks

1117. SHRI MUKHTIAR SINGH MALIK: Will the Minister of FINANCE be pleased to state:

(a) what is the number of frauds committed in each bank in the country during the last three years, yearwise;

(b) what action has been taken by the management against the guilty officers/employees; and

(c) whether any steps have been taken by Government/bank management to check frauds in future and if so, the details thereof?

THE MINISTER OF STATE IN THE DEPARTMENT OF ECONOMIC AFFAIRS IN THE MINISTRY OF FINANCE (SHRI EDUARDO FALEIRO): (a) Information in respect of number of frauds, as reported to RBI by public sector banks, for the years 1986. 1987 and 1988 is given in the statement (*See* below).

(b) Details in respect of action taken by public sector banks against their delinquent officials for their involvement in cases of frauds for the years 1986, 1987 and 1988 are as under:

	1986	1987	1988
(i) No. of employees convicted	51	88	99
(ii) No. of employees awarded major/minor penalties .	683	944	706

(Data provisional)

(c) By and large frauds have occurred in banks not on account of any lacunae in the systems and procedures, but owing to non-observance of the prescribed procedures and safeguards. Banks have books of instructions indicating precautions/checks which their staff should observe to prevent occurrence or recurrence of frauds. Banks are also taking steps to strengthen the control mechanisms, including the internal audit/inspection machinery, and to make them effective, so as to eliminate the scope of frauds and malpractices. Banks have been taking a serious view of the irregularities committed by their employees and initiate action to inflict punishment commensurate with the seriousness of irregularities on the part of the delinquent employees. They have been taking steps to ensure quicker disposal of departmental enquiries. Banks have reviewed and revamped their vigilance machinery. taken steps to tone up control and supervision, strengthen management information system, follow up and inspection/audit arrangements and for clearing the arrears in balancing of books and reconciliation of inter-branch and other accounts on a continuous basis so as to prevent frauds in these areas.

Statement

Bank-wise information in respect of number of frauds as reported to RBI, by public sector banks for the years 1986, 1987 and 1988.

Sl. No.	Name of the Bank	1986 No. of cases	1987 No. of cases	1988 No. of cases
1.	State Bank of India	527	590	607
2.	State Bank of Bikaner & Jaipur	23	28	26
3.	State Bank of Hyderabad	26	25	31
4.	State Bank of Indore	17	43	13
5.	State Bank of Mysore	27	35	42
6.	State Bank of Patiala	15	19	18
7.	State Bank of Saurashtra	14	8	11
8.	State Bank of Travancore	15	25	16
9.	Allahabad Bank	60	33	72
10.	Andhra Bank	14	22	29
11.	Bank of Baroda	80	97	77
12.	Bank of India	104	100	135
13.	Bank of Maharashtra	18	33	23
14.	Canara Bank	132	141	135
15.	Central Bank of India	90	91	63
16.	Corporation Bank	16	11	14
17.	Dena Bank	44	28	27
18.	Indian Bank	37	23	67
19.	Indian Overseas Bank	83	44	72
20.	New Bank of India	25	13	31
21.	Oriental Bank of Commerce	14	12	10
22.	Punjab National Bank	108	51	33
23.	Punjab & Sind Bank	11	15	13
24.	Syndicate Bank	84	231	102
25.	Union Bank of India	88	82	44
26.	United Bank of India	59	50	47
27.	UCO Bank	59	37	43
28.	Vijaya Bank	33	14	36
	TOTAL	1823	1901	1837

(Data provisional)